

109TH CONGRESS  
1ST SESSION

# H. R. 103

To amend the National Flood Insurance Act of 1968 to provide a 50 percent discount in flood insurance rates for the first 5 years that certain low-cost properties are included in flood hazard zones.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 4, 2005

Mr. GENE GREEN of Texas introduced the following bill; which was referred to the Committee on Financial Services

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## A BILL

To amend the National Flood Insurance Act of 1968 to provide a 50 percent discount in flood insurance rates for the first 5 years that certain low-cost properties are included in flood hazard zones.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Low-Income Families  
5 Flood Insurance Access Act”.

1 **SEC. 2. DISCOUNTED PREMIUM RATES FOR LOW-COST**  
2 **PROPERTIES NEWLY DETERMINED TO BE IN**  
3 **FLOOD HAZARD AREAS.**

4 (a) IN GENERAL.—Section 1308 of the National  
5 Flood Insurance Act of 1968 (42 U.S.C. 4015) is amend-  
6 ed—

7 (1) in subsection (c), by striking “limitation  
8 under subsection (e)” and inserting “limitations  
9 under subsections (e) and (f)”; and

10 (2) by adding at the end the following new sub-  
11 section:

12 “(f) 5-YEAR LIMITATION ON PREMIUM RATES FOR  
13 NEWLY COVERED LOW-COST PROPERTIES.—

14 “(1) IN GENERAL.—In the case of any area not  
15 previously designated as an area having special flood  
16 hazards that becomes designated as such an area,  
17 during the period specified in paragraph (2), the  
18 chargeable premium rate for flood insurance under  
19 this title with respect to any low-cost property that  
20 is located within such area shall be the amount  
21 equal to 50 percent of the applicable estimated risk  
22 premium rate for such area (or subdivision thereof)  
23 under section 1307(a)(1).

24 “(2) PERIOD OF DISCOUNT.—The period speci-  
25 fied in this paragraph is the period that—

1           “(A) in the case of a property located with-  
2           in an area that was initially designated as an  
3           area having special flood hazards during the 2-  
4           year period ending upon the effective date  
5           under section 2(b) of the Low-Income Families  
6           Flood Insurance Premium Relief Act—

7                   “(i) begins upon such effective date;  
8                   and

9                   “(ii) ends (I) 5 years later, or (II)  
10                  upon the occurrence of the first flood event  
11                  after such effective date that causes any  
12                  damage to such property, whichever occurs  
13                  first; and

14           “(B) in the case of a property located  
15           within an area that is initially designated as an  
16           area having special flood hazards after the ef-  
17           fective date under section 2(b) of such Act—

18                   “(i) begins upon such designation;  
19                   and

20                   “(ii) ends (I) 5 years later, or (II)  
21                  upon the occurrence of the first flood event  
22                  after such effective date that causes any  
23                  damage to such property, whichever occurs  
24                  first.

1           “(3) LOW-COST PROPERTY.—For purposes of  
2           this subsection, the term ‘low-cost property’ means  
3           a single-family dwelling, or a dwelling unit in a resi-  
4           dential structure containing more than one dwelling  
5           unit, that—

6                   “(A) is the principal residence of the owner  
7                   or renter occupying the dwelling or unit; and

8                   “(B) has a value, at the time of the initial  
9                   designation of the area having special flood haz-  
10                  ards, that does not exceed \$75,000.”.

11          (b) EFFECTIVE DATE.—The amendments under sub-  
12          section (a) shall be made on, and shall apply beginning  
13          upon, the expiration of the 30-day period beginning on the  
14          date of the enactment of this Act.

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